# GOVERNMENT OF INDIA
# COMMUNICATIONS AND INFORMATION TECHNOLOGY
# LOK SABHA

UNSTARRED QUESTION NO:3972
ANSWERED ON:20.04.2005
INDO- JAPAN DOUBLE TAXATION AVOIDANCE AGREEMENT
Harsha Kumar Shri G.V.

**Will the Minister of COMMUNICATIONS AND INFORMATION TECHNOLOGY be pleased to state:**

:-

(a) whether the Government has received any proposal for renegotiating the Indo-Japan double taxation avoidance agreement to facilitate Indian IT companies to set up operations in Japan as reported in The Hindu dated January 11, 2005; and

(b) if so, the action taken thereon?

## Answer

MINISTER OF STATE FOR COMMUNICATIONS ANDINFORMATION TECHNOLOGY(DR. SHAKEEL AHMAD)

(a) and (b): The Central Government is authorised to enter into Double Taxation Avoidance Agreement (DTAA) by virtue of power vested under section 90 of the Income Tax Act, 1961. In exercise of this power a DTAA was entered into by the Government of India with the Government of Japan in 1989 which was notified vide GSR 101(R) dated 1.3.1990.The Government of India and the Government of Japan have decided to renegotiate this Treaty. The process of renegotiation has commenced.